

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

March 14, 2016

Eric C. Olsen Deseret Power 12500 East 25500 South Vernal, Utah 84078

Subject: Tentative Approval of the Updated Notice of Intention to Commence Large Mining

Operations, Deseret Electric Power Cooperative, Diamond Mountain Resources Mine,

M/047/0066, Uintah County, Utah

Dear Mr. Olsen:

The Division of Oil, Gas and Mining has reviewed the most recent submittal of the Notice of Intention to Commence Large Mining Operations (Notice) for the Diamond Mountain Resources mine which was received February 19, 2016.

The Division approves the amended Notice conditional on receipt of an amended reclamation contract (Form MR-RC) and the additional reclamation surety in the amount of \$166,000 based on the new amount calculated in Appendix E of the Notice. According to the Division's records, the current reclamation surety is a letter of credit in the amount of \$275,000. The new required reclamation surety is \$441,000. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for assistance with posting the additional reclamation surety bond.

Thank you for your cooperation and patience in completing this permitting process. Please contact April Abate at 538-5214 if you have any questions regarding this letter.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: aa: eb

cc: David Herron, daherron@fs.fed.us

Enclosed: Form MR-RC

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